

Message Text

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ORIGIN OES-09

INFO OCT-01 ARA-14 EUR-12 NEA-10 ISO-00 SOE-02 SSO-00
DOE-15 SS-15 ACDA-12 CIAE-00 INR-10 IO-14 L-03
NSAE-00 NSC-05 EB-08 NRC-07 DODE-00 SP-02 CEQ-01
INRE-00 /140 R

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APPROVED BY OES/NET: D B HOYLE
DOE/IA: J GARRETT
ARA/MEX: P STORING (INFO)
NEA/IRN: M JOHNSON (INFO)
EUR/WE: E BEIGEL (INFO)
EUR/EE: S FROMOWITZ (INFO)
ARA/ECA: F RONDON (INFO)

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O 080630Z JUL 78
FM SECSTATE WASHDC
TO AMEMBASSY MEXICO IMMEDIATE
AMEMBASSY TEHRAN IMMEDIATE
AMEMBASSY PARIS IMMEDIATE
AMEMBASSY BRASILIA IMMEDIATE
AMEMBASSY BELGRADE IMMEDIATE
PETER DAYTON OAK RIDGE OPERATIONS
DEPARTMENT OF ENERGY
OAK RIDGE TENNESSEE 37830 PRIORITY

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E.O. 11652: N/A

TAGS: TECH, ENRG, MEX, IR, FR, BR, YO

SUBJECT: DOE AFC FOR ENRICHMENT SERVICES

1. SOME TIME DURING JUNE ALL FOREIGN ORGANIZATIONS PARTY
TO DOE LONG-TERM FIXED-COMMITMENT CONTRACTS FOR ENRICHMENT
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SERVICES FOR POWER REACTOR FUEL (LTFC) WERE ADVISED BY OAK
RIDGE OPERATIONS OFFICE (PETER DAYTON) OF PENDING AVAILABI-
LITY OF NEW ADJUSTABLE FIXED COMMITMENT CONTRACT (AFC) AND
DOE'S WILLINGNESS TO PERMIT CONVERSION OF EXISTING LTFC
TO AFC. IN ORDER TO QUALIFY FOR SUCH CONVERSION, EACH PARTY
WAS TO GIVE NON-BINDING REPEAT NON-BINDING NOTICE OF INTENT
TO CONVERT TO OAK RIDGE BY JULY 1, 1978. HOWEVER, SUCH

NOTICES WERE NOT REPEAT NOT RECEIVED BY THIS DEADLINE FROM CONTRACTING PARTIES IN HOST NATIONS.

2. ADVANTAGES TO NEW AFC CONTRACT ARE MANY, INCLUDING:

(A) CUSTOMERS WILL ONLY HAVE TO FIRMLY COMMIT TO 5 YEARS OF FIRM DELIVERIES PLUS FUTURE REQUIREMENTS FOR THE SPECIFIC REACTOR INSTEAD OF THE 10 YEAR FIRM COMMITMENT UNDER EXISTING LONG-TERM, FIXED-COMMITMENT CONTRACT (LTFC);

(B) CUSTOMER WILL HAVE ABILITY TO CHANGE DELIVERIES TO LATER YEARS UPON PAYMENT OF A SCHEDULE ADJUSTMENT CHARGE (COMPUTATION OF CHARGE WILL BE SET FORTH IN FINAL AFC VERSION);

(C) FLEXIBILITY IN QUANTITIES OF SEPARATIVE WORK UNITS (SWU'S) THAT HAVE BEEN FIRMED UP WILL BE ALLOWED THREE (3) AND FOUR (4) YEARS IN ADVANCE OF SCHEDULE DELIVERY YEARS. FINAL VERSION OF AFC IS CURRENTLY IN LATE STAGES OF DOE APPROVAL PROCESS AND EXPECTED TO BE AVAILABLE SHORTLY.

3. IT HAS COME TO OUR ATTENTION THAT IN SEVERAL CASES OF SIMILAR NOTIFICATIONS BY OAK RIDGE OPERATIONS OFFICE TO FOREIGN CUSTOMERS THE NOTIFICATIONS EITHER DID NOT ARRIVE OR ARRIVED ONLY A FEW DAYS BEFORE JULY 1 DEADLINE. THEREFORE, DOE IS PREPARED TO EXTEND PERIOD FOR FILING OF NON-BINDING NOTICE OF INTENT UNTIL JULY 17, 1978, FOR THOSE CUSTOMERS ABROAD WHICH HAVE NOT RESPONDED.
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4. ACTION REQUESTED: PLEASE CONTACT HOST NATION ORGANIZATION(S) RESPONSIBLE FOR LTFC SOONEST, REVIEW FOREGOING INFORMATION AND ATTEMPT TO ASCERTAIN WHY IT HAS NOT RESPONDED TO OAK RIDGE NOTIFICATION. IN VIEW OF SHORT PERIOD UNTIL EXTENDED DEADLINE EXPIRES, IF ADDITIONAL INFORMATION IS REQUIRED TO ASSIST IN MAKING DECISION, PROMPT ACTION SHOULD BE TAKEN BY SUCH ORGANIZATION(S) AND/OR ADDRESSEE POST(S) TO REQUEST NECESSARY INFORMATION. (UNDER NORMAL CIRCUMSTANCES, DEPARTMENT CHANNELS ARE MOST EXPEDITIOUS MEANS.) VANCE

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Message Attributes

Automatic Decaptioning: X
Capture Date: 01 jan 1994
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Current Classification: UNCLASSIFIED
Concepts: CONTRACTS, NUCLEAR FUELS, NUCLEAR REACTORS
Control Number: n/a
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Draft Date: 08 jul 1978
Decaption Date: 01 jan 1960
Decaption Note:
Disposition Action: n/a
Disposition Approved on Date:
Disposition Case Number: n/a
Disposition Comment:
Disposition Date: 01 jan 1960
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1978STATE171838
Document Source: CORE
Document Unique ID: 00
Drafter: D B HOYLE:SMJ
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Expiration:
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Review Date: 29 mar 2005
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Review Exemptions: n/a
Review Media Identifier:
Review Release Date: N/A
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
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TAGS: TECH, ENRG, MX, IR, FR, BR, YO, OAK RIDGE NATIONAL LABORATORY
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